

49R RECAPTURE OF IDAHO INVESTMENT TAX CREDITTC49R31
8-4-93

For calendar year 19____ or fiscal year beginning _____, 19____, ending _____, 19____.

Name(s) as shown on return

Social Security Number or EIN

PART I -- IDENTIFY PROPERTY WHICH CEASES TO QUALIFY AS IDAHO INVESTMENT TAX CREDIT PROPERTY

Properties	Property Description
A	
B	
C	
D	
E	

PART II -- ORIGINAL IDAHO INVESTMENT TAX CREDIT

	Properties				
	A	B	C	D	E
1. Date property was placed in service. _____					
2. Cost or other basis. _____					
3. Credit percentage. _____	3%	3%	3%	3%	3%
4. Original credit (line 2 times line 3). _____					
5. Date property ceased to qualify. _____					
6. Number of full years between the date on line 1 and the date on line 5. _____					

PART III -- COMPUTATION OF RECAPTURE TAX

7. Recapture percentage (from table, page 2). _____				
8. Tentative recapture tax Line 4 times line 7. _____				
9. Add line 8, columns A through E. _____				
10. Flow-through of credit recapture from S corporations, partnerships, estates or trusts. _____				
11. Add lines 9 and 10. _____				
12. Enter the portion of original credit (line 4) not used to offset tax in any year. (Do not enter more than line 11. Any unused credit on this line cannot be used as a carryover.) _____				
13. Recapture of Investment Tax Credit. Subtract line 12 from line 11. Enter here and on the proper line of your tax return. Do not use this amount to reduce current year's investment tax credit computed on Form 49. _____				

FORM 49R INSTRUCTIONS - RECAPTURE OF IDAHO INVESTMENT TAX CREDIT

Use Form 49R to compute the increase in tax for the recapture of Idaho investment tax credit. You must recompute the credit if you earned it in an earlier year, but disposed of the property before the end of its estimated useful life. You must also recompute the credit on any property ceasing to qualify as Idaho investment tax credit property. Property moved from Idaho ceases to qualify as Idaho investment tax credit property and is subject to recapture.

S corporations, partnerships, estates and trusts that allocated any or all of the investment tax credit to the shareholders, partners or beneficiaries must provide schedules detailing the recapture information required to compute the recapture on their income tax returns.

Any resulting tax on recapture of prior credits must be added to the tax otherwise determined in the year of recapture. Refer to Sec. 63-3029B, Idaho Code, Idaho Income Tax Rule 088 and applicable recapture provisions of the Internal Revenue Code.

PART I

Lines A through E. Describe the property for which you must recompute the investment tax credit. Fill in lines 1 through 8 for each property on which you are recomputing the credit. Use a separate column for each item. If you need more columns, use an additional Form 49R, or other schedules with all the information shown on Form 49R. Enter the total from the separate sheets on line 9.

PART II

Line 1. Enter the month, day and year, that the property was first available for service.

Line 2. Enter the cost or other basis of the property used to compute the original Idaho investment tax credit.

Line 4. Multiply line 2 by line 3 to compute the credit originally earned for each property item listed.

Line 5. Enter the date the property ceased to qualify as Idaho investment tax credit property.

Line 6. Do not enter partial years. If property was held less than 12 months, enter zero.

PART III

Line 7. Enter the appropriate recapture percentage from the table below.

Line 8. Multiply line 4 by line 7. This is the tentative tax recaptured.

Line 9. Add line 8 in columns A through E. Enter the total here.

Line 10. S corporations, partnerships, estates and trusts which have property subject to recapture must complete lines 1 through 9 to determine the amount of credit recapture. A copy of this form and a schedule detailing each shareholder's, partner's, or beneficiary's flow-through share of the recapture amount must be attached to the business' income tax return and to each K-1.

Partners, shareholders and beneficiaries will use the information provided by the partnership, S corporation, trust or estate to report their proportionate share of the credit to be recaptured on line 10.

Line 11. Add lines 9 and 10 to determine the amount of credit subject to recapture.

Line 12. If you did not use all the credit you originally computed either in the year earned or in a carryover year, you will not have to pay tax on recapture of the amount of the tax credit you did not use.

Compute the unused portion of the original credit on a separate sheet and enter it on this line. Do not enter more than the recapture tax on line 11.

Line 13. This is the total increase in tax. Enter it on the proper line of your tax return. **DO NOT** use this amount to reduce your current year's investment tax credit from Form 49.

TABLE FOR RECAPTURE OF INVESTMENT TAX CREDIT

Time Held and/or Time qualifying	Recapture Percent
less than 1 year	100%
more than 1 year less than 2 years	80%
more than 2 years less than 3 years	60%
more than 3 years less than 4 years	40%
more than 4 years less than 5 years	20%